BEGIN - JANUARY 12, 1960

30.24-9763

A32
NIGHT LEAD MIG (260)
BY SPENCER MOOSA
TAIPEI, FORMOSA, JAN. 12 (AP)-A RED CHINESE MIG JET FIGHTER CRASH LANDED TODAY ON THIS NATIONALIST ISLAND STRONGHOLD UNDER MYSTERIOUS CIRCUMSTANCES.
THERE WERE REPORTS THAT THE PILOT WAS KILLED, THAT HE WAS BADLY INJURED, THAT HE HAD FLED FROM THE MAINLAND TO ESCAPE RED RULE. NATIONALIST AND U.S. SOURCES AGREED THE PILOT WAS SEEKING ASYLUM.

BUT THE INCIDENT OCCURRED AMID A WELTER OF RUMORS THAT THERE HAD BEEN A BIG AIR BATTLE. AND ONE NEWSPAPER ACCOUNT SAID THE JET WAS FORCED TO LAND.
IT WAS THE FIRST KNOWN LANDING OF ANY TYPE OF COMMUNIST PLANE ON FORMOSA.
THE STORY THAT HE WAS SEEKING ASYLUM GAVE A BOOST TO NATIONALIST PROCLAMATIONS THAT COMMUNIST MORALE IS AT A LOW EBB. NEWSPAPERS PUBLISHED EXTRAS.
"WE ARE GREATLY ENCOURAGED," SAID REAR ADM. LIU HOH-TU IN DEPICTING THE INCIDENT AS A DEFECTION.
THE PLANE LANDED AT AN EMERGENCY AIRSTRIP 40 MILES FROM TAIPEI NEAR YILAN IN NORTHEAST FORMOSA, THE DEFENSE MINISTRY SAID.
A U.S. SOURCE SAID NATIONALIST OFFICERS NEAR THE CRASH SITE TOLD HIM THE PLANE LANDED IN A BEACH AREA AND BURIED ITS NOSE IN THE SAND. HE SAID THE OFFICERS ADDED THAT THE PILOT WAS KILLED BUT HTEY HAD NOT SEEN THE BODY.
THE DEFENSE MINISTRY SAID THE PLANE WAS DAMAGED SLIGHTLY. BUT AN ANNOUNCEMENT LATER GAVE NO CLUE TO WHETHER THE PILOT WAS DEAD OR ALIVE.
NEWSPAPERS SAID THE PILOT WAS KILLED. THE OFFICIAL CENTRAL NEWS AGENCY LISTED HIM AS BADLY INJURED.
THERE ALSO WERE CONTRADICTORY NEWSPAPER ACCOUNTS THAT SAID: (1) NATIONALIST PLANES CHASED THE MIG AND FORCED IT TO LAND. (2) NATIONALIST PLANES WERE ESCORTING IT TO SAFETY IN FORMOSA AFTER THE SUPPOSED DEFECTION WHEN THE MIG DEVELOPED ENGINE TROUBLE AND CRASHED.
THE MINISTRY SAID THE MIG, NUMBERED 0651, TOOK OFF FROM THE BIG COMMUNIST AIR BASE AT LUKIAO ON THE MAINLAND COAST BETWEEN FORMOSA AND SHANGHAI, BYPASSED THE COMMUNIST ISLAND OF NANCHISAN AND THEN LANDED AT YILAN 55 MINUTES LATER. NEWSPAPERS SAID IT WAS A MIG17, A SOVIET MODEL WIDELY USED BY COMMUNIST AIR FORCES.
RK442PES

1960

A188 (120)
BERLIN, JAN. 12 (AP)-U.S. AUTHORITIES HAVE CLAMPED A BAN ON INFORMATION TO THE PRESS ABOUT THE RECORDS OF FORMER NAZIS.
A SPOKESMAN FOR THE U.S. MISSION SAID TODAY THAT BACKGROUND MATERIAL CAN NO LONGER BE FURNISHED FROM THE EXTENSIVE FILES IN THE U.S. DOCUMENT CENTER (CAPS D C) IN BERLIN. THEY INCLUDE ALMOST A COMPLETE RECORD OF THE 10 MILLION MEMBERSHIP CARDS IN THE NAZI PARTY.
THE U.S. STATE DEPARTMENT FEELS THAT THE INFORMATION MIGHT BE EMBARRASSING TO THE WEST GERMAN GOVERNMENT.
LATELY THERE HAS BEEN A NUMBER OF REQUESTS FOR MISSION INFORMATION BECAUSE OF CHARGES THAT NAZIS STILL HOLD IMPORTANT GOVERNMENT POSTS IN WEST GERMANY, AND BECAUSE OF RECENT NEO-NAZI ACTIVITY. NO OTHER SOURCE IN GERMANY IS SO COMPLETE OR AUTHORITATIVE.
RP153PES

1960

A81 (110)
NEW DELHI, JAN. 12 (AP)-RED CHINA'S CLAIMS ON BORDER TERRITORY UNDER INDIA'S FLAG TOTAL 51,000 SQUARE MILES, THE LATEST OFFICIAL INDIAN ESTIMATE SHOWED TODAY.
THE ESTIMATE WAS IN A PAMPHLET RELEASED BY THE INDIAN FOREIGN MINISTRY. THIS SAID RED CHINA CLAIMS 36,000 SQUARE MILES IN THE NORTHEAST FRONTIER AND 15,000 SQUARE MILES IN THE LADAKH AREA OF KASHMIR.
EXPLAINING THE REVISION, A FOREIGN MINISTRY OFFICIAL SAID IT WAS BASED ON COMMUNIST CHINESE STATEMENTS AND THE RECENT EXCHANGE OF NOTES BETWEEN INDIA AND CHINA.
PREVIOUS ESTIMATES OF THE CLAIMS HAVE VARIED FROM 35,000 TO 90,000 SQUARE MILES.
THE PAMPHLET SAID INDIA CANNOT ACCEPT PEIPING'S CONTENTION THAT THE ENTIRE INDIAN-CHINESE FRONTIER IS UNDEFINED.
JT758PES

1960

A75WX
(200) RED CHINA
WASHINGTON, JAN. 22 (AP)-THE STATE DEPARTMENT TODAY ACCUSED COMMUNIST CHINA OF DISTORTION IN CLAIMING THAT THE UNITED STATES ATTEMPTED TO KIDNAP A CHINESE COMMUNIST TRADE OFFICIAL IN BOMBAY LAST NOVEMBER.
PRESS OFFICER LINCOLN WHITE SAID THE PEIPING RADIO HAS BEEN "SOUNDING OFF ON A NUMBER OF SUBJECTS THESE DAYS--THIS IS NOT AN ISOLATED CASE OF ITS GROSSEST DISTORTION."
THE UNITED STATES COMPLAINED TO INDIAN AUTHORITIES LAST NOV. 27 THAT MARINE SGT. ROBERT ARMSTRONG OF MARTINEZ, CALIF., HAD BEEN SEIZED, BEATEN AND HELD FOR SEVERAL HOURS BY MEMBERS OF THE CHINESE COMMUNIST CONSULATE IN BOMBAY.
THE INCIDENT AROSE AFTER CHANG CHIEN-YUH, DESCRIBED AS THE BOMBAY REPRESENTATIVE OF CHINESE COMMUNIST IMPORT-EXPORT CORP. SOUGHT TO DEFECT BUT RETURNED TO HIS CONSULATE WITH A TAPE RECORDING OF HIS DEFECTION STATEMENTS.
PEIPING RADIO CHARGED THE UNITED STATES ATTEMPTED TO KIDNAP CHANG AND MAKE HIM A COUNTER INTELLIGENCE AGENT.
WHITE TOLD A NEWS CONFERENCE THAT AN INVESTIGATION BY THE GOVERNMENT OF INDIA AND BOMBAY POLICE HAS NOT YET BEEN COMPLETED, SO FAR AS HE KNEW.
WHITE SAID THAT IN REPORTING TO PARLIAMENT INDIAN AUTHORITIES DECLARED THAT THEY HAVE RECEIVED THE FULLEST COOPERATION FROM THE AMERICAN GOVERNMENT AND A "TOTAL AND COMPLETE LACK OF COOPERATION FROM CHINESE COMMUNIST AUTHORITIES" IN GETTING TO THE BOTTOM OF THE AFFAIR.
JC738PES

1960

B59
(280) (SEG)
SEOUL, SOUTH KOREA, JAN. 12 (AP)-THE U.S. ARMY ANNOUNCED TODAY IT HAS RELIEVED THE CAPTAIN WHO ORDERED TWO SERGEANTS TO SHAVE THE HEADS OF TWO KOREAN PROSTITUTES CAUGHT IN THE COMPANY BARRACKS. THE CAPTAIN ALSO WAS REPRIMANDED.
THE ACTION WAS TAKEN AGAINST CAPT.JOHN W.MCENERY, 34, OF 3416 MOORE AVE., CHEYENNE, WYO., BY THE COMMANDING GENERAL OF THE 7TH DIVISION.
ONE OF THE SERGEANTS, ORA CURNUTTE, 30, OF 92 CEADARWOOD DR., CHILLICOTHE, OHIO, WAS ADMONISHED. HE WAS NOT PUNISHED AS STRONGLY BECAUSE HE ACTED UNDER ORDERS, THE ARMY ADDED. NO DISCIPLINARY ACTION WAS TAKEN AGAINST SGT. 1.C. HARRY K.SAUNDERS, 37, OF

1960

4118 E. 9TH ST., KANSAS CITY, MO.

THE JAN.2 INCIDENT HAS IRRITATED U.S.-SOUTH KOREA RELATIONS.

THE SOUTH KOREAN GOVERNMENT TODAY LODGED A WRITTEN PROTEST WITH THE U. S. EMBASSY ON THE INCIDENT.

VICE FOREIGN MINISTER CHOI KYU-HAH HANDED A NOTE TO U. S. AMBASSADOR WALTER MCCONAUGHY AT THE FOREIGN MINISTRY.

OFFICIAL SOURCES SAID THE NOTE ASKED THAT THOSE RESPONSIBLE BE "BROUGHT TO JUSTICE" AND PROPER MEASURES BE TAKEN TO PREVENT ANY RECURRENCE. THE NATIONAL ASSEMBLY ALSO WAS PLANNING AN INVESTIGATION.

"THE INCIDENT WAS VERY REGRETTABLE PARTICULARLY IN VIEW OF FIRM CORDIAL RELATIONS EXISTING BETWEEN THE TWO NATIONS," CHOI TOLD NEWSMEN.

THE PROTEST CAME SHORTLY AFTER THE ARMY ANNOUNCED ITS FINDINGS.

THE ANNOUNCEMENT SAID THE ARMY INVESTIGATION REVEALED THAT AS A RESULT OF "MANY INTRUSIONS" INTO THE COMPANY COMPOUND BY PROSTITUTES MCENERY "ISSUED INSTRUCTIONS THAT IF FURTHER PROSTITUTES WERE FOUND INSIDE THE COMPOUND, THE HAIR OF THEIR HEADS WOULD BE CLIPPED BEFORE THEY WERE TURNED OVER TO THE KOREAN NATIONAL POLICE FOR LEGAL ACTION."

THE ANNOUNCEMENT SAID THE TWO KOREAN WOMEN, KIM AE SOON, 37, AND KIM CHUNG JA, 21, ADMITTED ENTERING THE COMPOUND THROUGH A HOLE IN THE FENCE "AND ENTERED THE BARRACKS AND SOLICITED SEXUAL INTERCOURSE FOR PAY."

"ONE OF THE MEN SOLICITED BY THE TWO WOMEN CONDUCTED THEM TO THE COMPANY ORDERLY ROOM," THE ARMY SAID, ADDING THAT CURNUTTE THEN SENT FOR SAUNDERS TO HELP HIM.

THE WOMEN'S HEADS WERE SHAVED, THE ARMY ADDED, "UNDER PRIOR ORDERS OF THE COMPANY COMMANDER, CAPT.MCENERY, AND WITH HIS KNOWLEDGE."

"ALTHOUGH THE PROVOCATION WAS CONSIDERED GREAT, THE U.S.ARMY DOES NOT CONDONE THE ACTION BY CAPT.MCENERY," THE ARMY ADDED.

IN WASHINGTON SOUTH KOREAN AMBASSADOR YOU CHAN YANG SAID THOSE RESPONSIBLE FOR THE HEAD SHAVING SHOULD BE PUNISHED SEVERELY IN COURT-MARTIAL PROCEEDING.

IN AN INTERVIEW HE CALLED THE HEAD SHAVING A "SHAMEFUL THING WHICH ONLY PLAYED INTO THE HANDS OF COMMUNIST PROPAGANDISTS WHO ARE MAKING EVERY EFFORT TO DISCREDIT THE U.S. FORCES IN THE FAR EAST."

YAN SAID THE WOMEN SHOULD HAVE BEEN TURNED OVER TO KOREAN POLICE.

LT335PES

A101

TOKYO, WEDNESDAY, JAN. 13 (AP)-JAPANESE MARITIME OFFICIALS REPORTED TODAY THAT RUSSIAN PATROL BOATS SEIZED TWO JAPANESE FISHING BOATS YESTERDAY NEAR THE SOUTHERN KURILES.

A JAPANESE MARITIME SAFETY BOARD OFFICIAL SAID THE FISHING BOATS CARRIED A TOTAL OF 24 CREWMEN. HE SAID THEY WERE OPERATING SOUTHEAST OF ITURUP ISLAND NEAR WATERS CLAIMED BY THE SOVIET UNION. JAPAN DOES NOT RECOGNIZE THE RUSSIAN CLAIM.

UM917PES

A40

NIGHT LEAD NUCLEAR (310)

BY MICHAEL GOLDSMITH

GENEVA, JAN. 12 (AP)-NEGOTIATIONS ON A CONTROLLED INTERNATIONAL BAN ON NUCLEAR TESTS RESUMED TODAY AND PROMPTLY BOGGED DOWN. THERE WAS NO DISCUSSION OF THE NEW U.S.DAY-TO-DAY TEST SUSPENSION AIMED AT JOLTING THE TALKS OUT OF THEIR STALEMATE.

DELEGATES FROM THE UNITED STATES, BRITAIN AND THE SOVIET UNION OUTLINED THE SAME POSITIONS ON POLICING UNDERGROUND TESTS THAT THEY PRESENTED BEFORE ADJOURNMENT FOR CHRISTMAS AND CONSULTATIONS AT HOME.

WHEN THE TALKS RECESSED DEC. 19, THE EAST AND WEST FOUND THEMSELVES IN TOTAL DISAGREEMENT ON UNDERGROUND CONTROLS. SOVIET AND WESTERN SCIENTISTS HAD MET TO DISCUSS NEW DATA ON THE POSSIBILITIES OF CONCEALING UNDERGROUND TESTS, WHICH CAN BE EASILY CONFUSED WITH EARTHQUAKES.

SOVIET DELEGATE SEMYON K. TSARAPKIN REPEATED CHARGES THAT AMERICAN SCIENTISTS SUBMITTED DELIBERATELY DISTORTED DATA TO IMPEDE THE NEGOTIATIONS. U.S. AMBASSADOR JAMES J. WADSWORTH AND BRITAIN'S SIR MICHAEL WRIGHT TOLD TSARAPKIN THEIR GOVERNMENTS SHARPLY RESENTED THIS CHARGE.

TSARAPKIN REPLIED IT WAS USELESS TO ARGUE OVER THE COLLAPSE OF THE SCIENTISTS' DISCUSSION. HE URGED THAT NEGOTIATIONS ON OTHER PARTS OF THE DRAFT TREATY CONTINUE.

TODAY'S 75-MINUTE SESSION WAS THE 151ST SINCE THE TALKS BEGAN OCT. 31, 1958. THE THREE DELEGATIONS AGREED TO MEET AGAIN TOMORROW.

THE UNITED STATES HAS CONDUCTED NO NUCLEAR TESTS SINCE THE TALKS OPENED, BUT PRESIDENT EISENHOWER ANNOUNCED DEC. 29 THAT THE U.S. GOVERNMENT CONSIDERED ITSELF FREE TO RESUME TESTING, WITH ADVANCE NOTICE, AS OF JAN. 1.

SPOKESMEN FOR THE TWO WESTERN DELEGATIONS INSISTED THAT THE BRITISH AND U.S. GOVERNMENTS STILL HOPE TO NEGOTIATE A COMPREHENSIVE TEST SUSPENSION TREATY THAT WILL INCLUDE ADEQUATRE SAFEGUARDS AGAINST VIOLATIONS.

WESTERN SCIENTISTS CONSIDER SUCH SAFEGUARDS VIRTUALLY IMPOSSIBLE FOR UNDERGROUND TESTS. FOR THIS REASON, THE WEST IS EXPECTED TO RENEW ITS EARLIER PROPOSAL FOR A PARTIAL BAN COVERING ONLY TESTS ABOVE GROUND, IN THE AIR OR UNDER WATER. THIS IDEA ALREADY HAS BEEN REJECTED BY THE RUSSIANS.

KS520PES

A126WX (CX, ST)

(WX LOCALS OUT) (100)

MISSILES

WASHINGTON, JAN. 12 (AP)-PRESIDENT EISENHOWER HAS APPROVED PLANS FOR BUILDING 70 MORE INTERCONTINENTAL BALLISTIC MISSILES AND THREE MORE SUBMARINES TO LAUNCH THE POLARIS MISSILE, THE WASHINGTON POST SAID TONIGHT.

THE DECISION REPORTEDLY WAS REACHED AT A RECENT SECURITY COUNCIL MEETING AND THE STORY SAID THE INCREASE WOULD RAISE U. S. CAPABILITIES IN ICBM AND POLARIS MISSILE BY ABOUT ONE THIRD. IT SAID 200 ATLAS AND TITAN ICBM MISSILES WERE BUILT, UNDER CONSTRUCTION OR AUTHORIZED AND THE NEW PROGRAM CALLS FOR 270. THE POLARIS CAPABILITY WOULD BE UPPED TO 192 FROM 144 GIVING 462 OPERATIONAL MISSILES. WHILE OF MUCH SHORTER RANGE THAN THE ICBM'S, THE POLARIS IS BEING COUNTED ON TO BE EQUALLY EFFECTIVE IN ANY NUCLEAR WAR SINCE SUBMARINES PRESUMABLY COULD MOVE CLOSE TO TARGETS.

THERE WAS NO WHITE HOUSE OR PENTAGON COMMENT ON THE REPORT TONIGHT.

FG11PES NM

A42WX

(150) MILITARY STRENGTH

WASHINGTON, JAN. 12 (AP)-THE UNITED STATES IS MUCH STRONGER THAN RUSSIA IN MILITARY POWER AND MAY HAVE A SLIGHT EDGE IN WAR MISSILES, GEN. THOMAS D. WHITE SAYS.

THE AIR FORCE CHIEF OF STAFF TOLD A NATIONAL PRESS CLUB AUDIENCE YESTERDAY THERE MAY BE NO CERTAIN WAY OF KNOWING WHICH COUNTRY IS AHEAD IN MISSILE STRENGTH. BUT HE ADDED THAT THE UNITED STATES "MAY

NOW HAVE A SLIGHT EDGE IN MILITARY MISSILES."
HE WAS MUCH MORE POSITIVE IN HIS OPINIONS ON OVER-ALL STRENGTH. HE ADDRESSED THE CLUB AND REPLIED TO MEMBERS' QUESTIONS AFTERWARD.
"I WOULD MANYFOLD RATHER HAVE THE MILITARY POSTURE OF THE UNITED STATES," HE SAID IN RESPONSE TO ONE QUESTION. "AND IF YOU ADD EVERYTHING SUCH AS MORALE, ECONOMIC STRENGTH AND ALL THAT GOES TO BACK UP MILITARY STRENGTH, I WOULD MULTIPLY MY PREFERENCE SEVERAL FOLD MORE."
AT ANOTHER POINT HE SAID THE STRATEGIC AIR COMMAND NOW HAS "THE ABILITY TO DESTROY THE WAR MAKING CAPACITY OF ANY AGGRESSIVE NATION, NO MATTER HOW POWERFUL, AND TO ACHIEVE MILITARY VICTORY."

WHITE ALSO SAID HE EXPECTS TO HAVE A CHANCE TO RENEW HIS PLEA FOR TH B-70 WHEN HE TESTIFIES BEFORE CONGRESS THIS SESSION. THE ADMINISTRATION CUT BACK THE B-70 LAST YEAR TO A RESEARCH PROGRAM. DESIGNERS INTEND THE PLANE TO BE A LONG-RANGE BOMBER FLYING FASTER THAN SOUND.
ER656AES

A66BA
(220)
FREDERICK, MD., JAN. 12 (AP)-A HALF DOZEN MEN AND WOMEN STOOD SILENTLY OUTSIDE FT. DETRICK TODAY. THEY WOULD HAVE LOOKED LIKE THEY WERE WAITING FOR A BUS EXCEPT FOR THEIR SIGNS:
"AN APPEAL TO STOP PREPARATION FOR GERM WARFARE."
THE 6-MONTH-OLD "VIGIL AT FT. DETRICK" IS ONE OF THE LONGEST DEMONSTRATIONS OF ITS TYPE EVER HELD IN THIS COUNTRY. IT STARTED LAST JULY, AND THE "VIGILANTES," AS SOME TOWNSPEOPLE CALL THEM, HAVE NUMBERED ABOUT 700 SINCE THAT TIME.
THE MUTE PROTEST AGAINST GERM WARFARE EXPERIMENTS AT THE ARMY BASE IS CARRIED OUT DAILY FROM DAWN TO DUSK THROUGH SUN, RAIN, WIND AND COLD. THE PROTESTANTS COME FROM MANY WALKS OF LIFE--TEACHERS, PHYSICIANS, SCIENTISTS, MINISTERS, STUDENTS, LABORERS AND HOUSEWIVES.
THE MOVEMENT WAS STARTED BY THE MIDDLE ATLANTIC REGION OF THE FELLOWSHIP OF RECONCILIATION, AN INTERNATIONAL GROUP. IT IS SUPPORTED BY VOLUNTARY CONTRIBUTIONS AND HAS ITS HEADQUARTERS IN AN APARTMENT AND ONE-ROOM OFFICE.
THE NUMBER STANDING VIGIL RANGES FROM TWO TO 20. LAWRENCE SCOTT, A PHILADELPHIA QUAKER WHO DIRECTS THE PROJECT, SAYS THE GROUP WANTS TO RAISE THE QUESTION OF GERM WARFARE AS A PUBLIC ISSUE.
INSIDE THE POST, WHICH HAS A STAFF OF 1,700 CIVILIANS AND 400 MILITARY PERSONNEL, ARMY SPOKESMEN SAY THE "VIGILANTES" ARE "NO BOTHER TO US." FT. DETRICK WILL CONTINUE ITS WORK "TO DEFEND THIS COUNTRY," THEY SAY.
FREDERICK RESIDENTS DON'T PAY MUCH ATTENTION TO THE GROUP ANYMORE, AND POLICE MAKE ONLY INFREQUENT CHECKS ON THE LINEUP.
HOW LONG WILL THE PROTEST CONTINUE?
"WE MIGHT JUST BE HERE THIS TIME NEXT YEAR," SAYS SCOTT. "THAT WILL DEPEND ON A SENSE OF WHETHER WE HAVE A FEELING THIS IS THE RIGHT PLACE TO BE."
DM627AES NM

A30
(290)
BY ULYS H. YATES
PARIS, JAN.12 (AP)-THE UNITED STATES TODAY PROPOSED FORMATION OF AN ECONOMIC ORGANIZATION BY THE WESTERN ALLIES TO COORDINATE AID TO UNDERDEVELOPED NATIONS.
U.S. UNDER-SECRETARY OF STATE C. DOUGLAS DILLON SAID THE ORGANIZATION WOULD INCLUDE 20 NATIONS AND WOULD BE A SUCCESSOR TO THE ORGANIZATION FOR EUROPEAN ECONOMIC COOPERATION (OEEC).
DILLON MADE THE PROPOSALS IN A SPEECH TODAY BEFORE A 13-NATION ECONOMIC CONFERENCE CALLED TO DEAL WITH THE QUESTIONS OF EUROPEAN

30.24.0765

TRADE COMPETITION AND AID TO UNDERDEVELOPED NATIONS.
DILLON'S SPEECH LEFT THE DETAILS OF THE ORGANIZATION TO BE WORKED OUT BY A STUDY GROUP THE PARIS CONFERENCE IS EXPECTED TO APPOINT.
HOWEVER, INFORMED SOURCES SAID THE AMERICAN PROPOSAL WOULD RETAIN SOME OF THE ORGANIZATIONS OF THE OEEC, SUCH AS THE EUROPEAN MONETARY FUND, AND WOULD BE AIMED AT COORDINATING WESTERN ECONOMIC AID RATHER THAN INTRA-EUROPEAN TRADE POLICIES.
THE UNITED STATES AND CANADA ARE ONLY ASSOCIATE MEMBERS OF THE OEEC, BUT DILLON STRESSED THAT BOTH COUNTRIES WOULD TAKE PART IN THE NEW ORGANIZATION AS FULL PARTNERS. HE PROPOSED THAT THE 18 FULL MEMBERS OF OEEC WOULD PARTICIPATE IN THE NEW ORGANIZATION.
DILLON TOUCHED ONLY BRIEFLY ON THE OTHER MAIN PROBLEM BEFORE THE CONFERENCE -- THE POSSIBILITY OF ECONOMIC CONFLICT BETWEEN EUROPE'S TWO RIVAL TRADE BLOCS, THE COMMON MARKET AND THE OUTER SEVEN. DILLON WARNED THAT EUROPE'S TRADE PROBLEMS COULD RESULT IN HARMFUL CONFLICT AND DISCRIMINATORY TRADE RESTRICTIONS.
THE U.S. PROPOSAL WILL BE BOILED DOWN INTO TWO RESOLUTIONS THAT WILL BE OFFERED AT THE MEETING TOMORROW. ONE WILL PROPOSE SETTING UP A THREE-MEMBER COMMITTEE TO DRAW PLANS FOR THE ORGANIZATION. THE OTHER WILL PROPOSE FORMATION OF AN INTERIM GROUP OF CAPITAL SURPLUS NATIONS TO WORK TOGETHER ON AID PROBLEMS UNTIL THE NEW ORGANIZATION IS FORMED.
LS/RK432PES

B49WX Q
(190) ALLEN-SOVIETS
NEW YORK, JAN. 12 (AP)-U. S. PROPAGANDA CHIEF GEORGE V. ALLEN SAID TODAY THE UNITED STATES OUGHT TO PRAISE SOVIET AID THAT IS HELPFUL TO UNDERDEVELOPED COUNTRIES, IN STEAD OF VIEWING IT WITH ALARM.
NOW THAT RUSSIA IS STARTING TO HELP POORER COUNTRIES DEVELOP, ALLEN SAID, "THERE IS A TENDENCY ON THE PART OF MANY AMERICAN TO VIEW THE DEVELOPMENT WITH GREAT ALARM. I FOR ONE DO NOT TAKE THIS APPROACH."
ALLEN, DIRECTOR OF THE U. S. INFORMATION AGENCY, SPOKE AT AN ANNUAL LUNCHEON AT THE BEEKMAN-DOWNTOWN HOSPITAL.
"WHENEVER THE SOVIET GOVERNMENT DESERVES CONDEMNATIONS, THE VOICE OF THE WORLD SHOULD BE HEARD, LOUD AND CLEAR," HE SAID.
"BUT WHEN THE SOVIETS PAVE STREETS IN AFGHANISTAN, BUILD A STEEL MILL IN INDIA OR HELP ON EGYPT'S ASWAN DAM, INSTEAD OF CONDEMNING THE U. S. S. R. FOR THIS TYPE OF ACTIVITY, WE SHOULD ENCOURAGE HER."
ALLEN SAID HE DOES NOT BELIEVE THE COMMUNISTS HAVE GIVEN UP THEIR GOAL OF GLOBAL TRIUMPH. AND HE SAID SOVIET ECONOMIC PENETRATION DOES PRESENT A SERIOUS CHALLENGE TO THE WEST.
BUT, HE CONTINUED, BY ENCOURAGING TYPES OF SOVIET AID WHICH TEND TO BUILD UP OTHER COUNTRIES THE UNITED STATES CAN ADD TO PRESSURE ON THE RUSSIANS TO PUT THEIR EFFORTS INTO MORE CONSTRUCTIVE CHANNELS THAN ARMAMENT.
CR743PED

A20
PRECEDE MOSCOW GRONCHI DAY
ROME, JAN.12 (AP)-PRESIDENT GIOVANNI GRONCHI WILL GO TO MOSCOW FEB.6 ON A STATE VISIT, POSTPONED LAST WEEK BECAUSE HE HAD INFLUENZA, THE FOREIGN MINISTRY ANNOUNCED TONIGHT.
IT WILL BE THE FIRST VISIT TO RUSSIA BY A WESTERN HEAD OF STATE SINCW WORLD WAR II. PRESIDENT IESNEHOWER, WHO IS CHIEF OF STATE AS WELL AS CHIEF OF GOVERNMENT, WILL VISIT RUSSIA LATER THIS YEAR.
GRONCHI'S TRIP TO RUSSIA HAS BEEN OPPOSED BY MANY ITALIAN ROMAN CATHOLICS, WHO FEAR THAT IT WILL BE FOLLOWED BY A VISIT OF SOVIET PREMIER NIKITA S. KHRUSHCHEV TO ITALY. THE PRESIDENT WILL RETURN FEB.11.
ML340PES